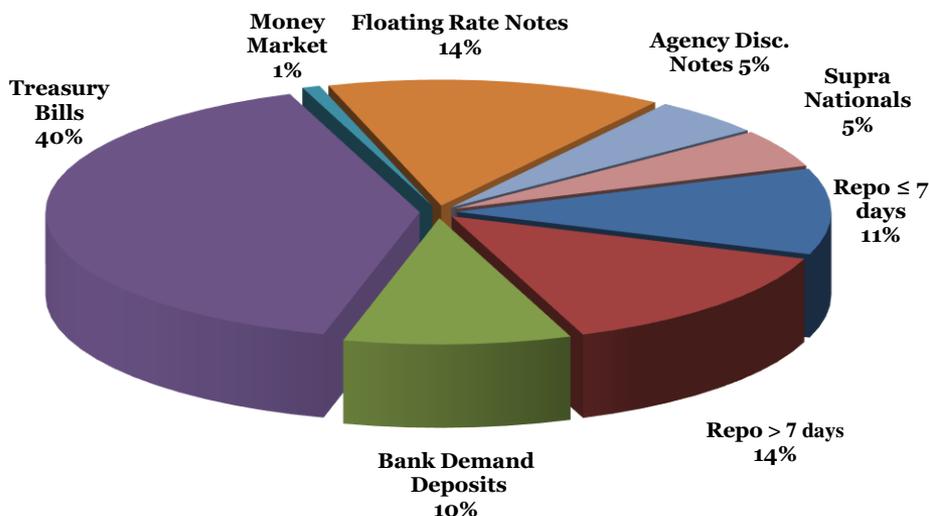


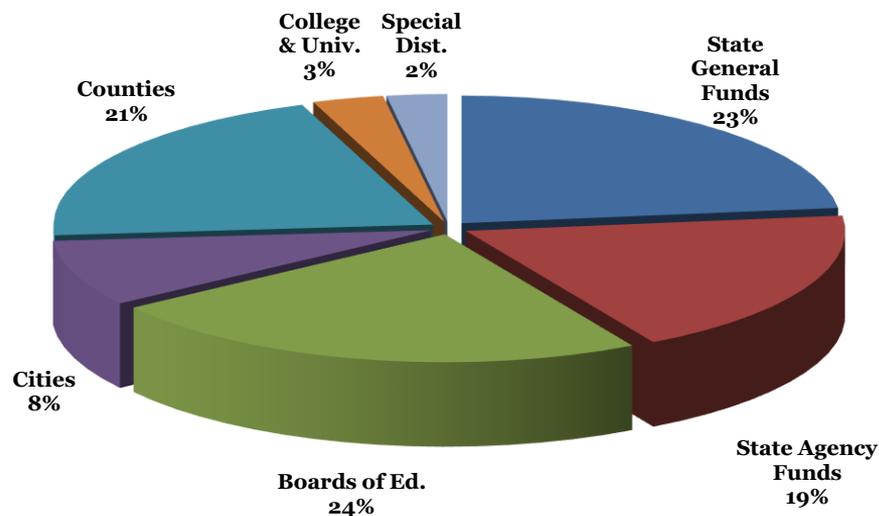
# Georgia Fund 1 (GF1)

- O.C.G.A. § 36-83-1 to § 36-83-8 authorizes Georgia local governments and other eligible entities to invest funds in Georgia Fund 1 (“GF1”). GF1 is managed in trust by the Office of the State Treasurer.
- Eligible participants must complete a resolution authorizing investment to participate in the pool. The resolution and other documents can be found on our website at [www.ost.georgia.gov](http://www.ost.georgia.gov)
- GF1 is managed to maintain a constant net asset value (NAV) of \$1.00.
- Yield calculated on an actual/365-day basis net of 5 basis points (bps) administrative fee.
- GF1 is rated AA Af/S1+ by Standard & Poor’s and AA Af/S1 by Fitch.
- For the month of February 2021, GF1 participants earned basis 5 points (.05%)\*.
- As of February 28, 2021, GF1 assets were \$24 billion.
- As of February 28, 2021, the weighted average maturity (WAM) was 37.5 days.

## Portfolio Composition

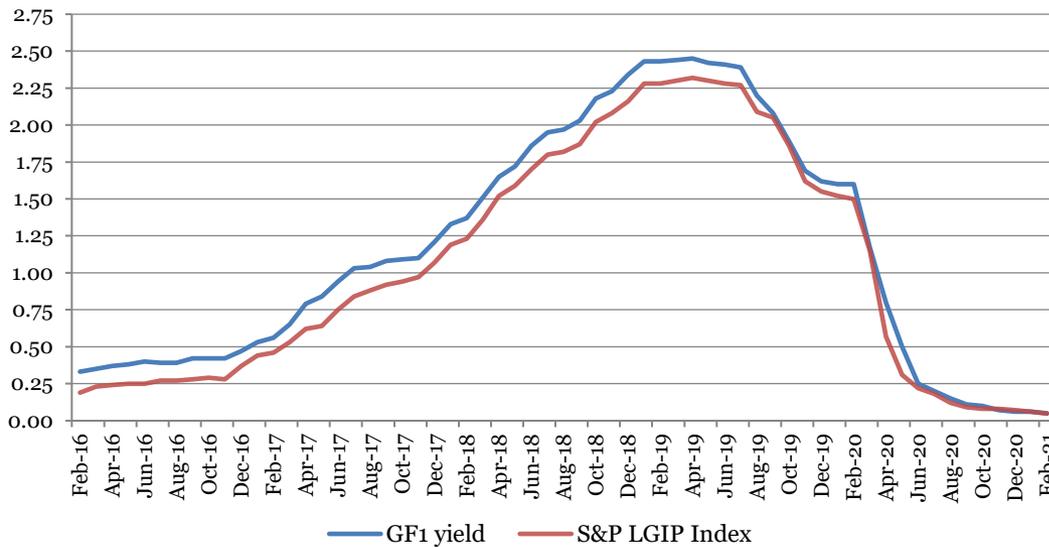


## Account Holder Distribution



\*Georgia Fund 1 yield is on an annualized basis.

## Monthly Yield



## In The News:

Additional information on the Georgia Fund 1 (GF1) holdings can be found on the website at <https://ost.georgia.gov/gf1-holdings-reports>. Holdings are updated quarterly. Other state portfolio holdings are listed on the website, as well.

In order to initiate a deposit or withdrawal from a GF1 account, an authorized user must call our office or log on to the secure Internet Participant Access System (IPAS) before 2:00pm on the business day preceding the day you want funds transferred to or from your account.

For GF1 investment related questions, please direct inquiries to Jon Perregaux, Senior Portfolio Manager, at **404-232-1498** or [Jon.Perregaux@treasury.ga.gov](mailto:Jon.Perregaux@treasury.ga.gov).

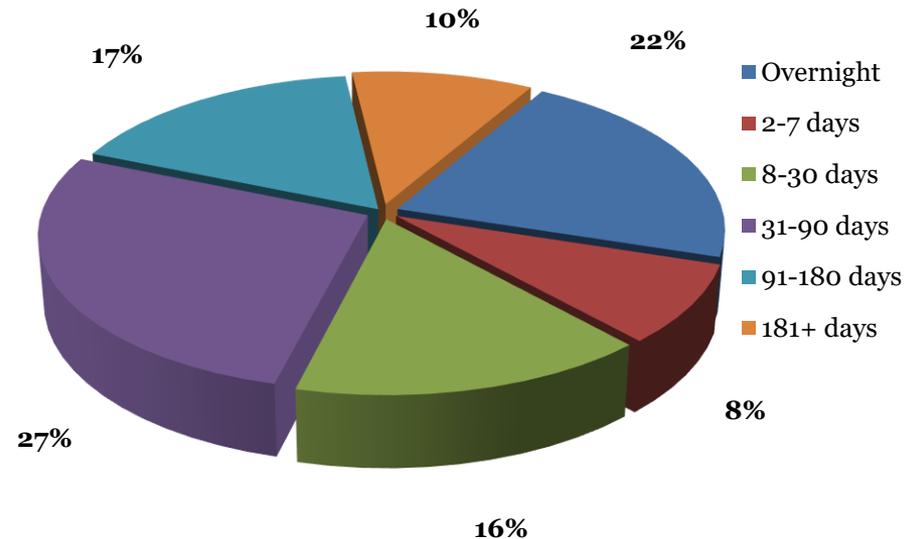
## Portfolio Strategy:

Treasury Bills lost approximately 0.03% across the curve in February as demand remained strong and issuance subsided. There has been increased volatility and a noticeable cheapening in yields on the 2-year to 30-year part of the curve. This has also added to an increase in demand / decrease in short-term yields as longer investors who typically buy longer duration bonds are seeking refuge in the short end of the curve, waiting for the market to stabilize and present a clearer buying opportunity. The FOMC remains committed to an accommodative monetary policy and is expected to keep interest rates at their current levels until both employment and the economy have recovered to pre-COVID levels.

Overnight General Collateral (GC) Repurchase Agreements averaged a yield of 0.04% in February. Treasury Bill yields averaged 0.022% for 1-month maturities, 0.032% for 3-month maturities, 0.048% for 6-month maturities and 0.062% for 12-month maturities. The Treasury Bill curve remained flat offering only 4 bps of steepness.

Washington is getting closer to passing a whopping \$1.9 Trillion stimulus plan. The current proposal offers financing to assist with COVID relief and also has a lot of funding for special projects. Our hope is that this stimulus will add supply to the market and take some negative pressure off of short term rates.

## Maturity Distribution



Jon Perregaux, Senior Portfolio Manager

**Georgia Fund 1 deposits are not guaranteed or insured by any bank, the FDIC, the Federal Reserve Board, the State of Georgia or any other agency.**